GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2460
ANSWERED ON:10.03.2000
FRAUDS IN PRIVATE SECTOR BANKS
CHANDRA NATH SINGH

Will the Minister of FINANCE be pleased to state:

(a) the number of cases of fraud took place in the private sector banks during the last three years, bank-wise;

(b) the number of bank officials found guilty of lapses in not observing the regulations on the subject and the action taken agains them; and

(c) the number of cases in which police complaints were lodged by the bank authorities and the reasons for notlodging the police complaints in the remaining cases?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALA SAHEB VIKHE PATIL):

(a) As reported by the Reserve Bank of India (RBI), data on frauds for the year 1997 to1999 (up to September 1999) indicating the number of frauds and the amount involved in respect of private sector banks is given in the enclosed Statement.

(b) and (c) RBI`s data monitoring system does not generate information in the manner askedfor. However, private sector banks are required to take action against the bank officials found guilty of lapses in not observing the regulations on the subject keeping in view the rules/regulations and service conditions framed by the respective banks and keeping in view the RBI guidelines.